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## REMARKS

Claims 1-40 are pending in the application. Claims 1, 11, 21, and 31 are independent claims. The specification and claims 1, 8, 11, 18, 21, 29, 31, and 39 are currently amended.

The specification has been objected to because of informalities. In response, the specification has been amended to correct the informalities.

Claims 1-40 have been rejected under 35 U.S.C. §102(b) as being anticipated by U.S. Patent Application Publication No. 2002/0013802 ("Mori").

In response, independent claims 1, 11, 21, and 31 have been amended to include at least one limitation not described by Mori. For example, claim 1 has been amended to include that the activity of the virtual machines includes usage of a one or more physical resources, including at least one of an input device, a display device, and a communication device, to which access is controlled by a virtual machine monitor. Mori does not describe the evaluation or monitoring of the usage of any of these physical resources by virtual machines or the reallocation of any of these physical resources to virtual machines.

Therefore, none of independent claims 1, 11, 21, and 31, as amended, nor any of their dependent claims, are anticipated by Mori, and the withdrawal of the rejection of these claims is respectfully requested.

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**PATENT** 

## CONCLUSION

Based on the foregoing, it is respectfully submitted that the rejections of claims 1 to 40 have been overcome, and that these claims are in condition for allowance. The applicant therefore respectfully requests the issuance of a Notice of Allowance. Please charge any necessary fees, including extension fees, to our Deposit Account No. 50-0221.

Respectfully submitted,

Date: December 13, 2007

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